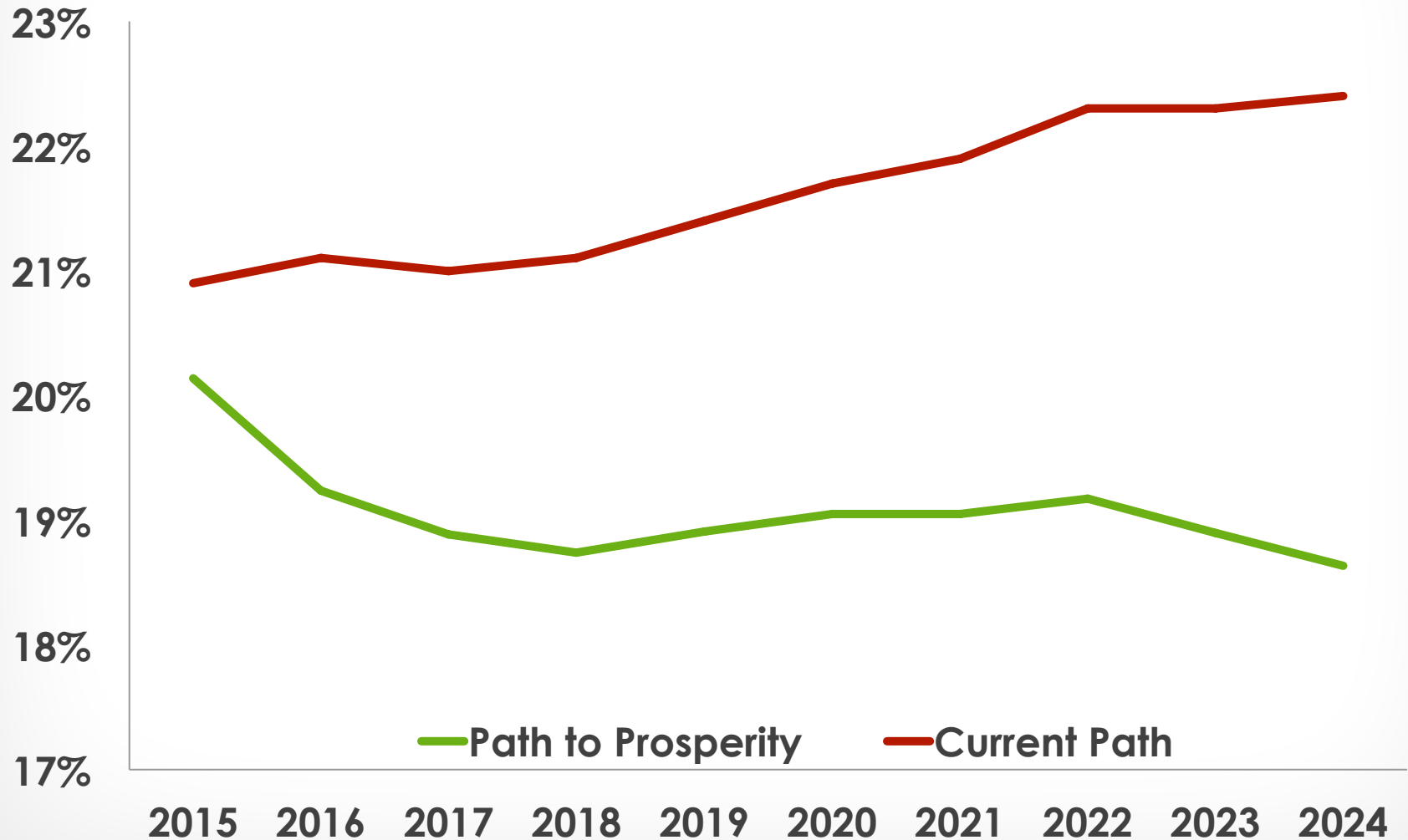


GOVERNMENT SPENDING

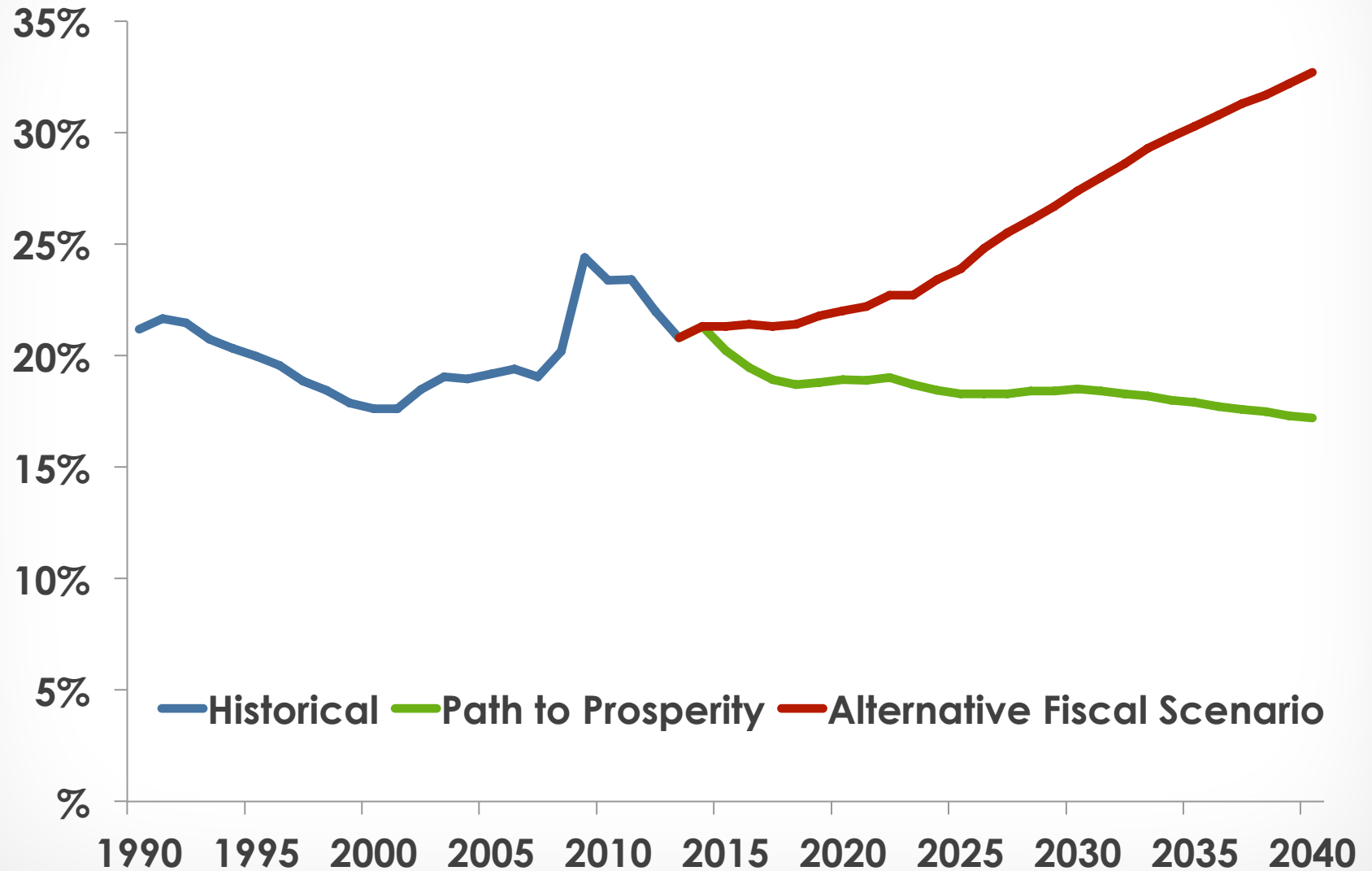
Spending as a Share of the Economy



Source: CBO

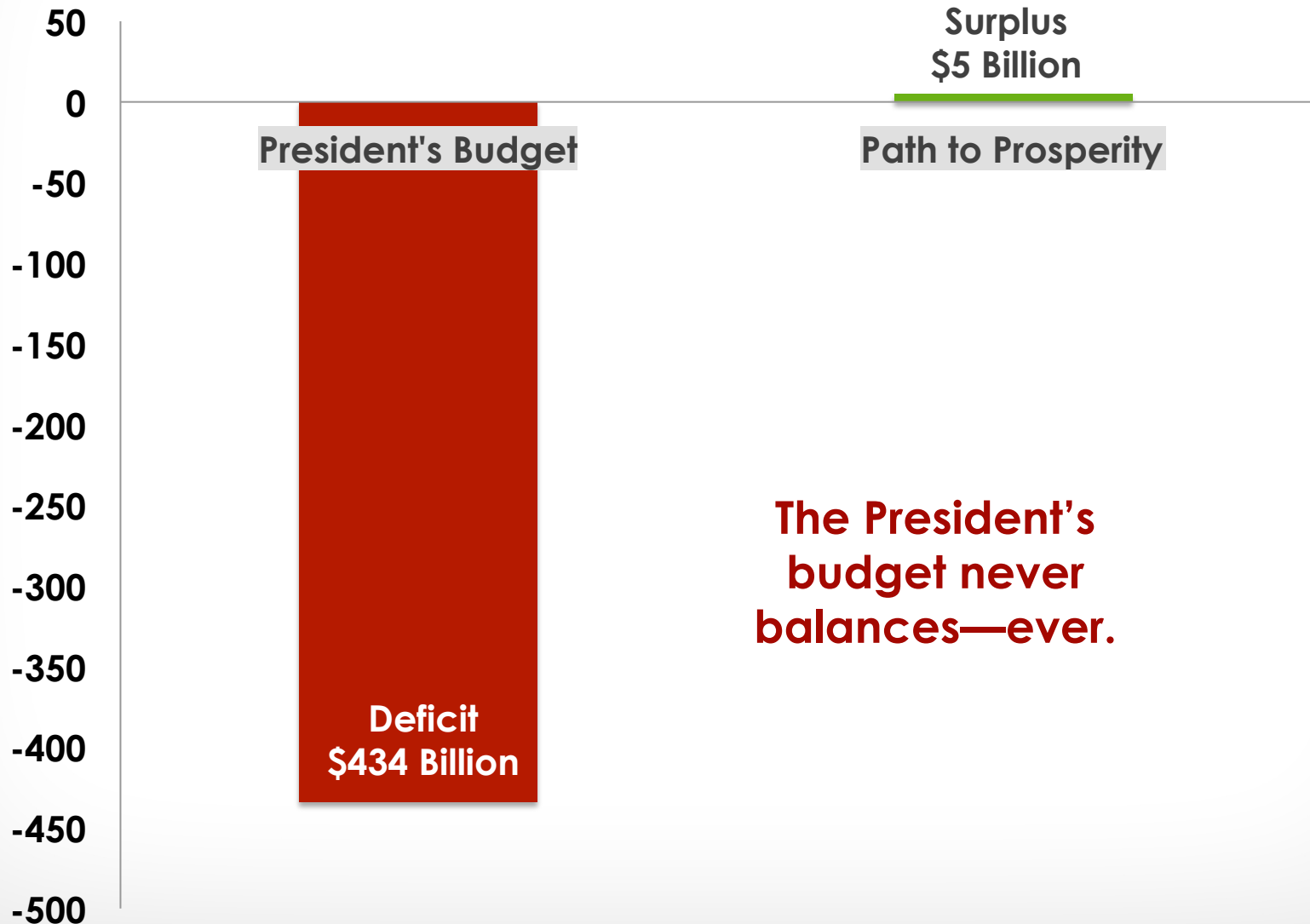
TOTAL SPENDING

Spending as a Share of the Economy



A BALANCED BUDGET

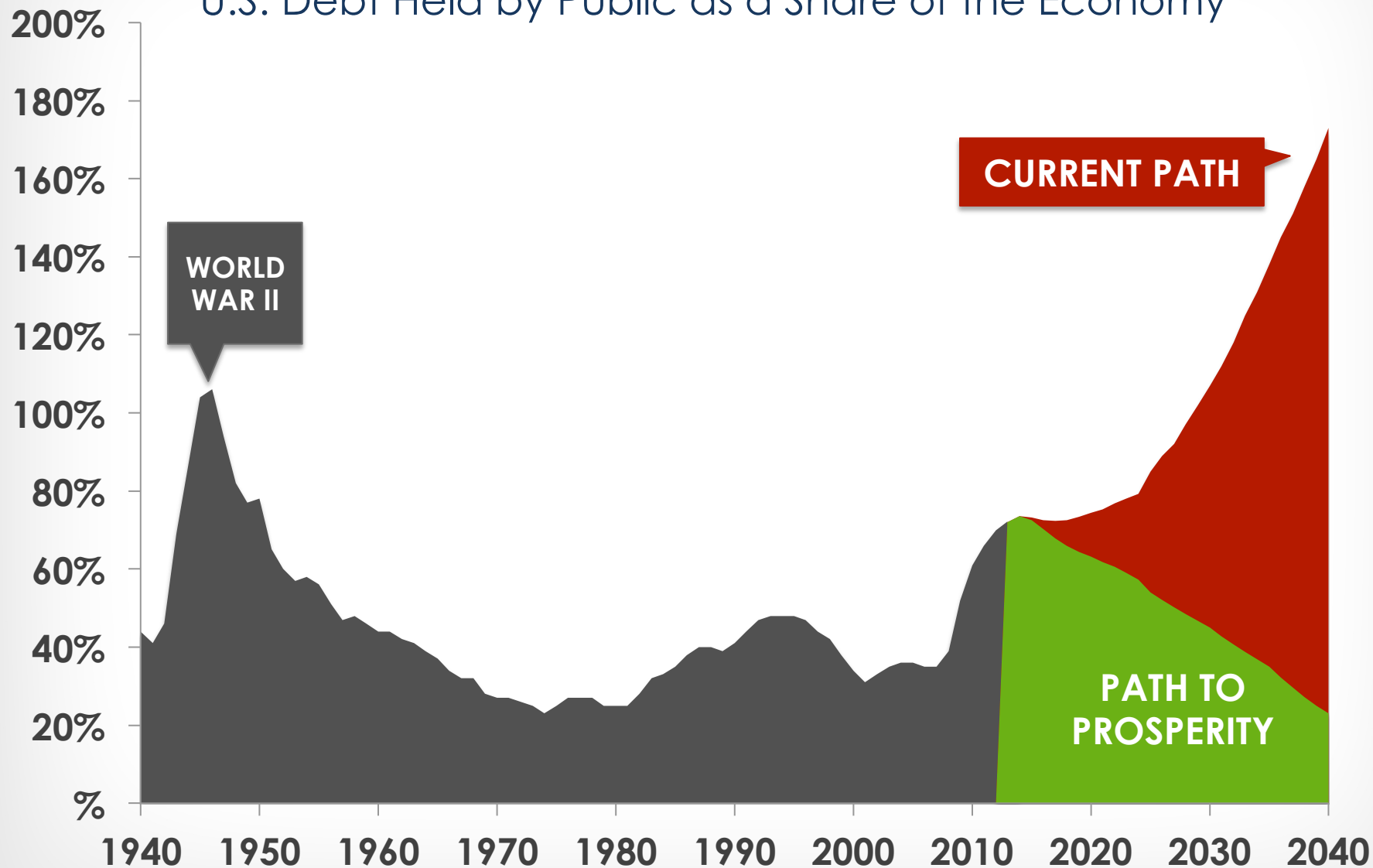
Federal Deficit/Surplus in 2024 (in Billions of Dollars)



**The President's
budget never
balances—ever.**

A CHOICE OF TWO FUTURES

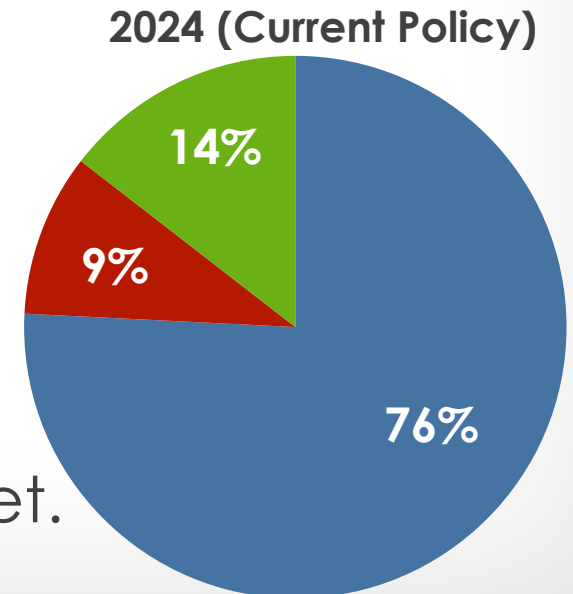
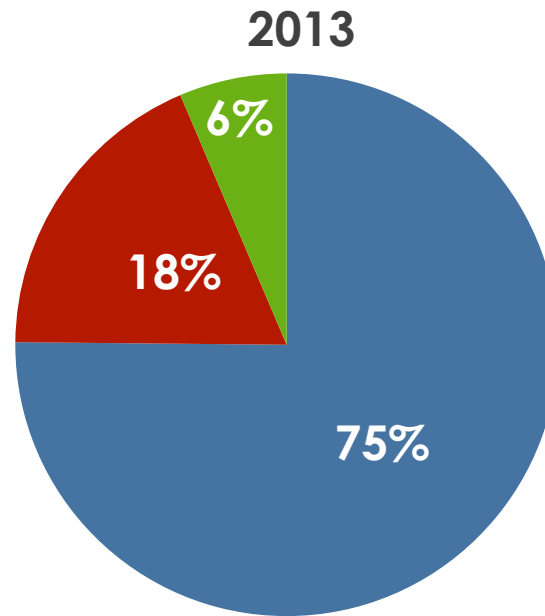
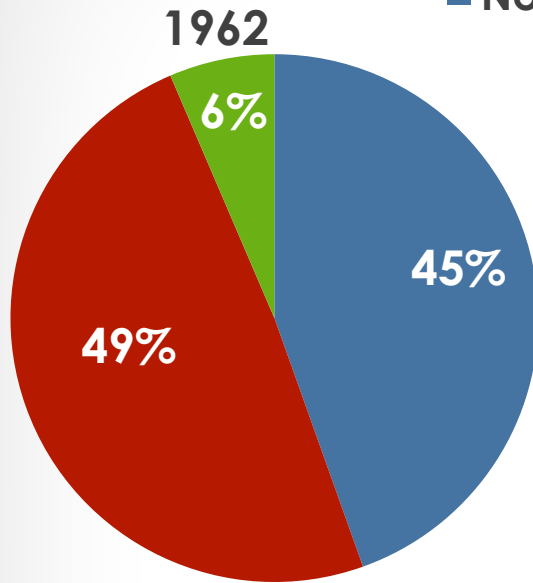
U.S. Debt Held by Public as a Share of the Economy



Source: OMB/CBO

DEFENSE SPENDING IS A DECLINING SHARE OF FEDERAL SPENDING

■ Non-Defense ■ Defense ■ Net Interest

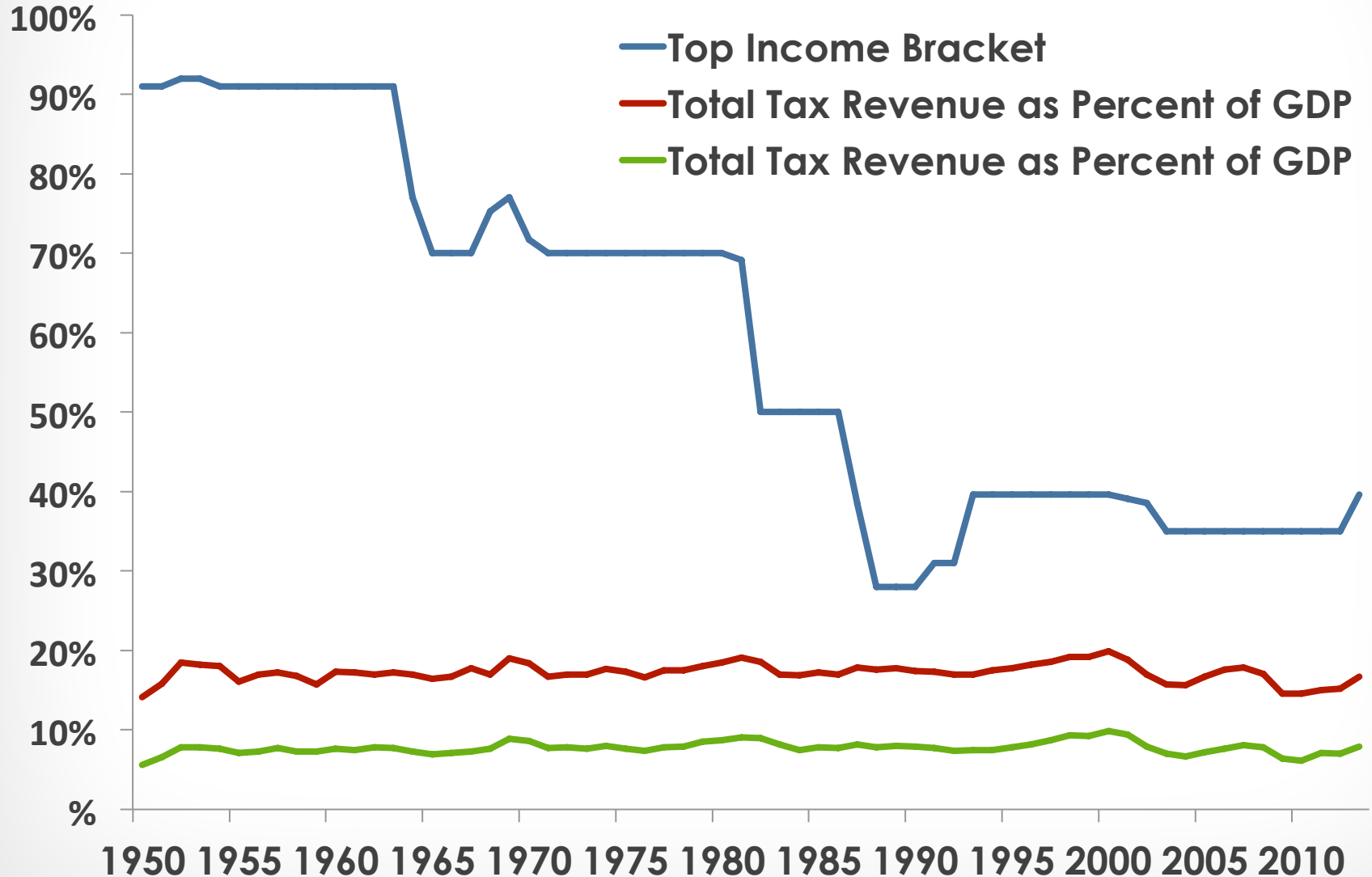


Ten years from now, defense will fall **below 10 percent** of the federal budget.

Source: OMB/CBO

HIGHER RATES DON'T MEAN HIGHER REVENUE

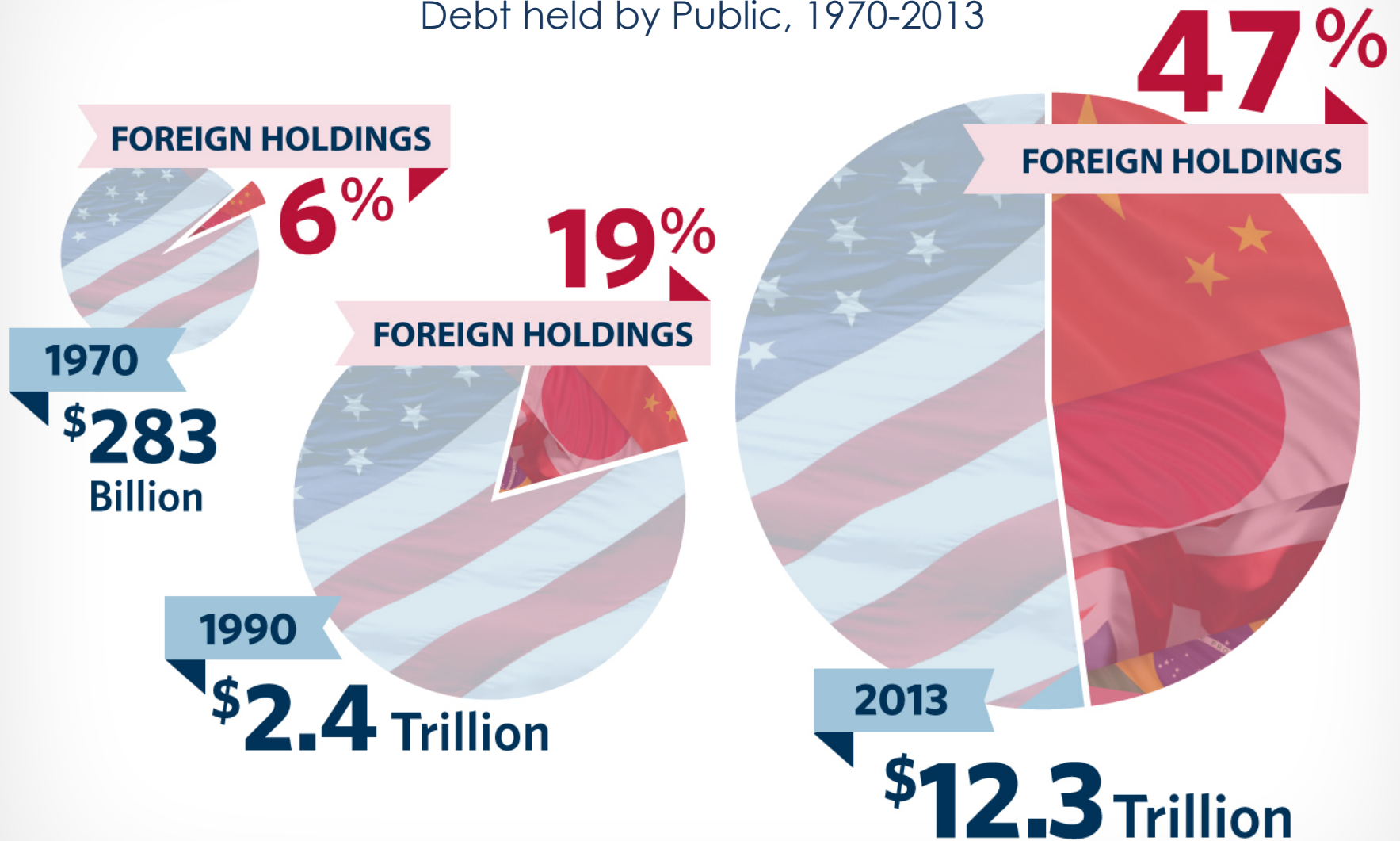
As a Share of the Economy



Source: OMB/Tax Foundation

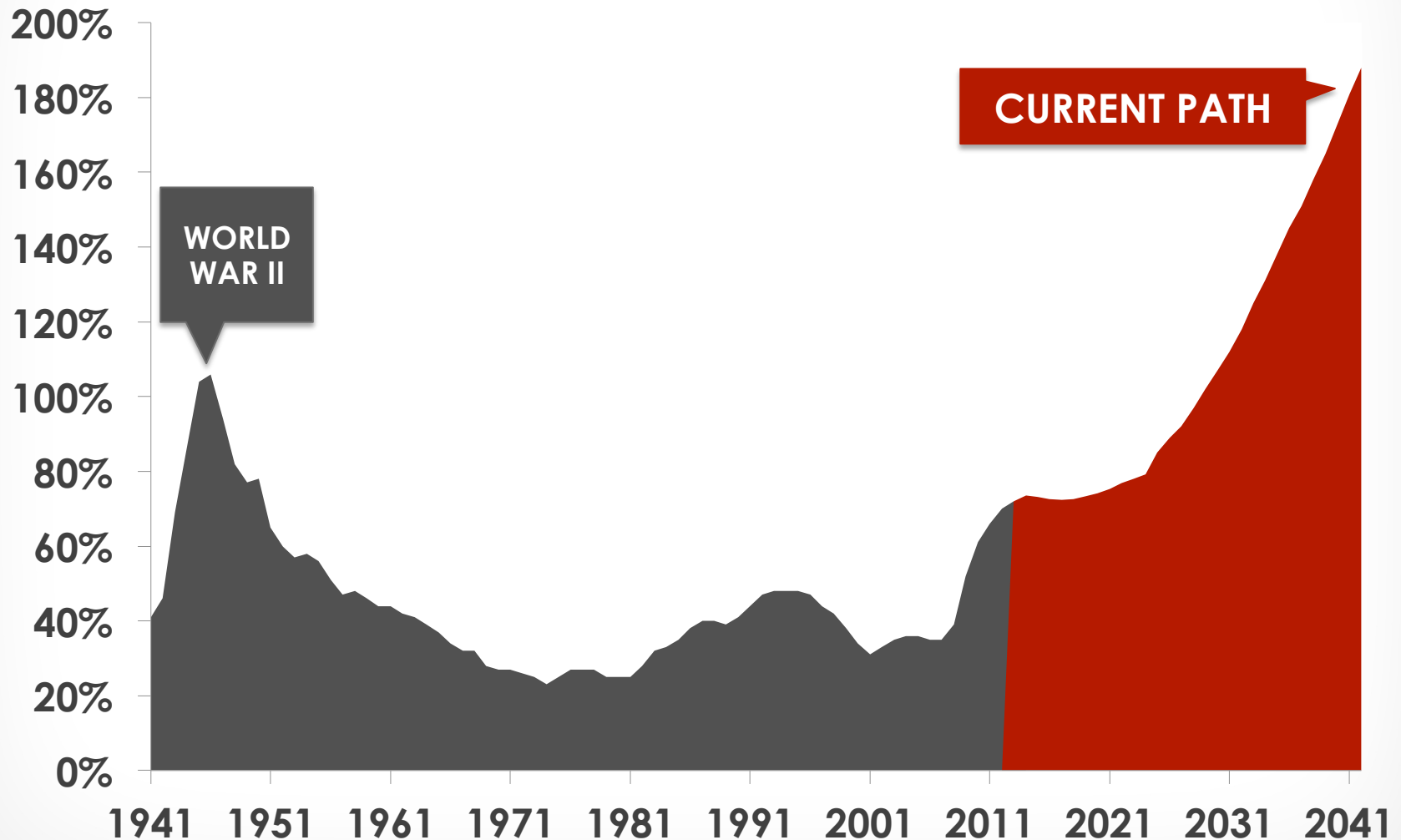
WHO OWNS OUR DEBT?

Debt held by Public, 1970-2013



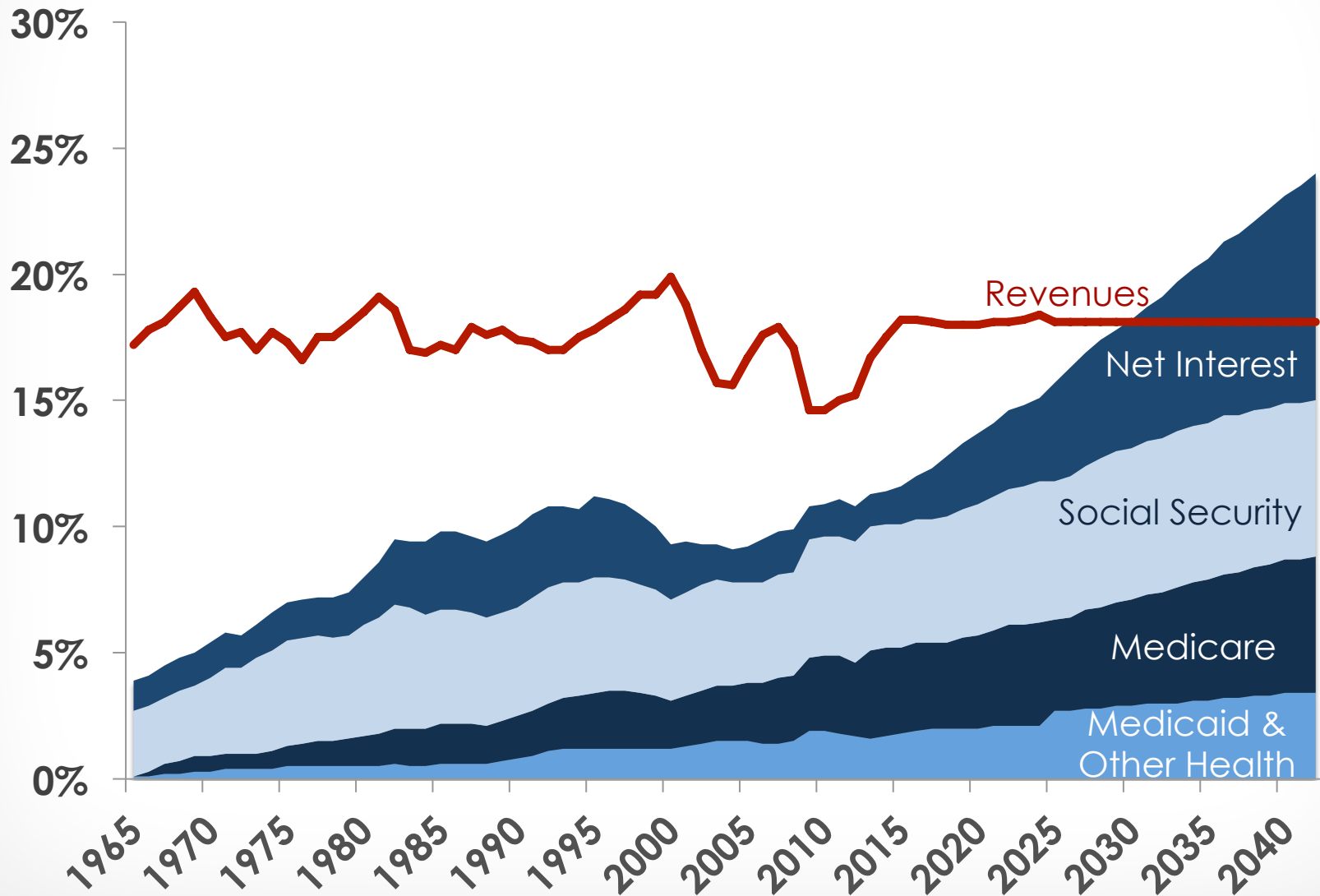
CRUSHING BURDEN OF DEBT

U.S. Debt Held by Public as a Share of the Economy

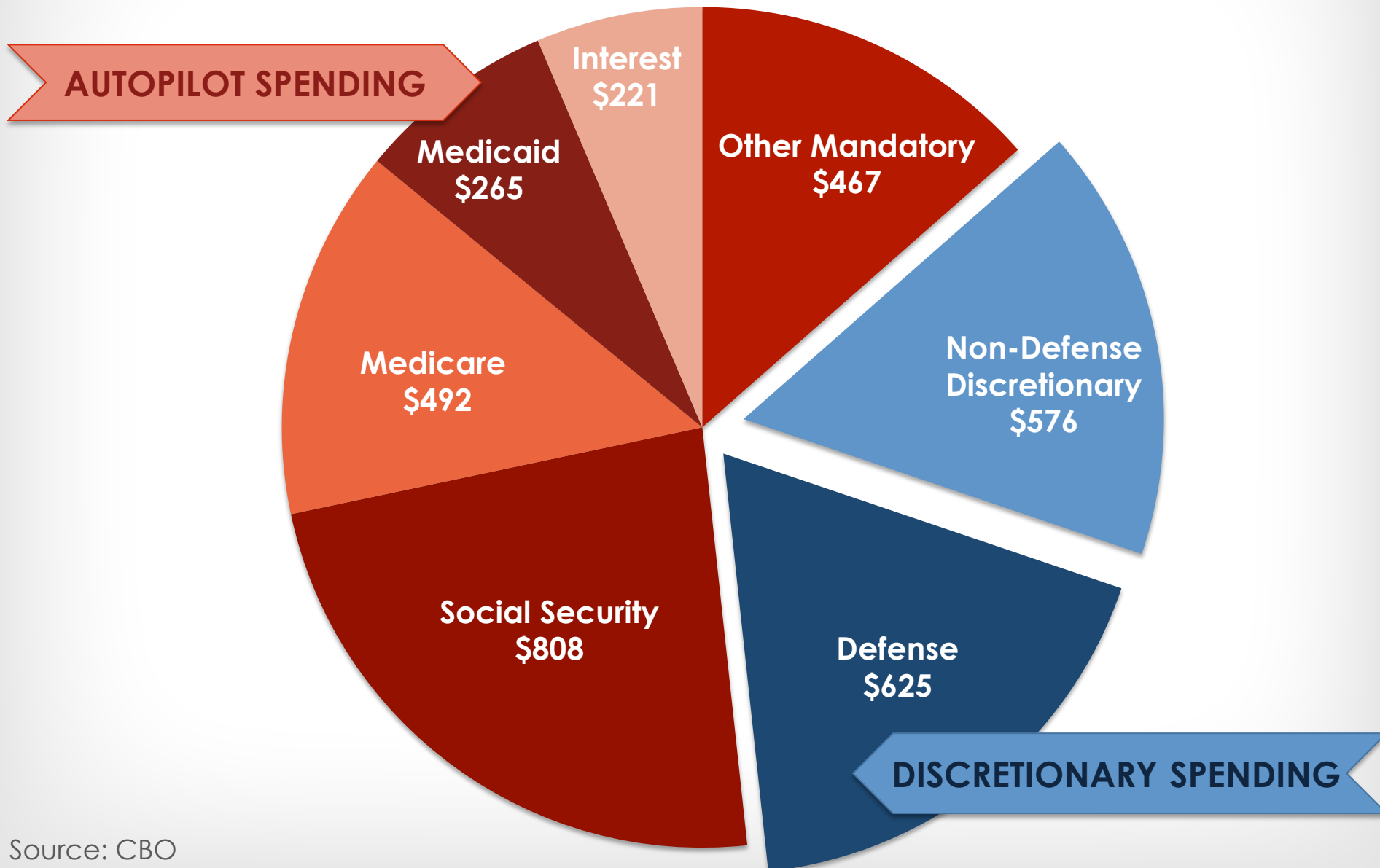


WHAT DRIVES OUR DEBT?

Government Spending as a Share of the Economy

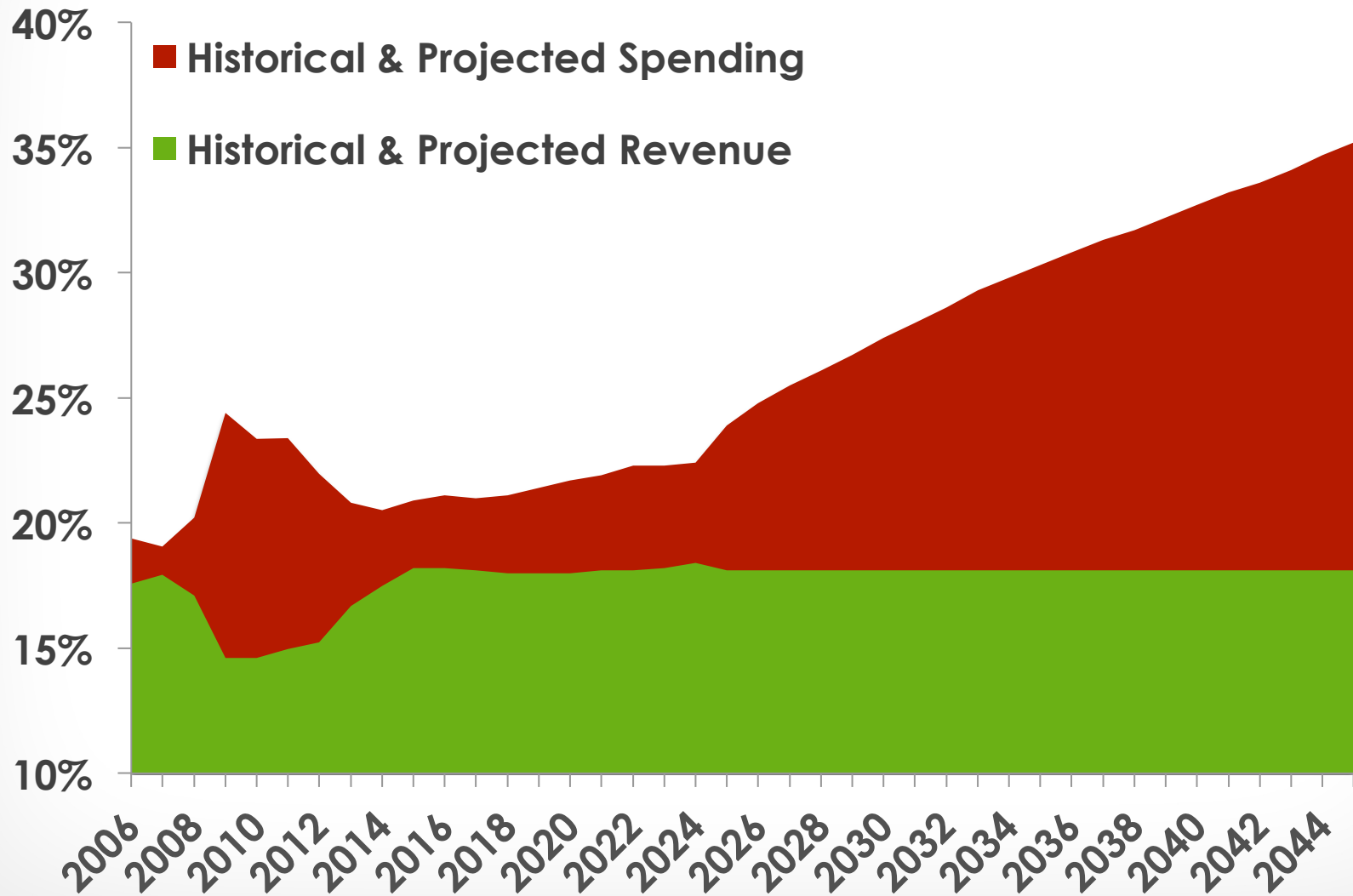


TOTAL SPENDING IN FY2013 = **\$3.45 TRILLION**



SPENDING IS THE PROBLEM

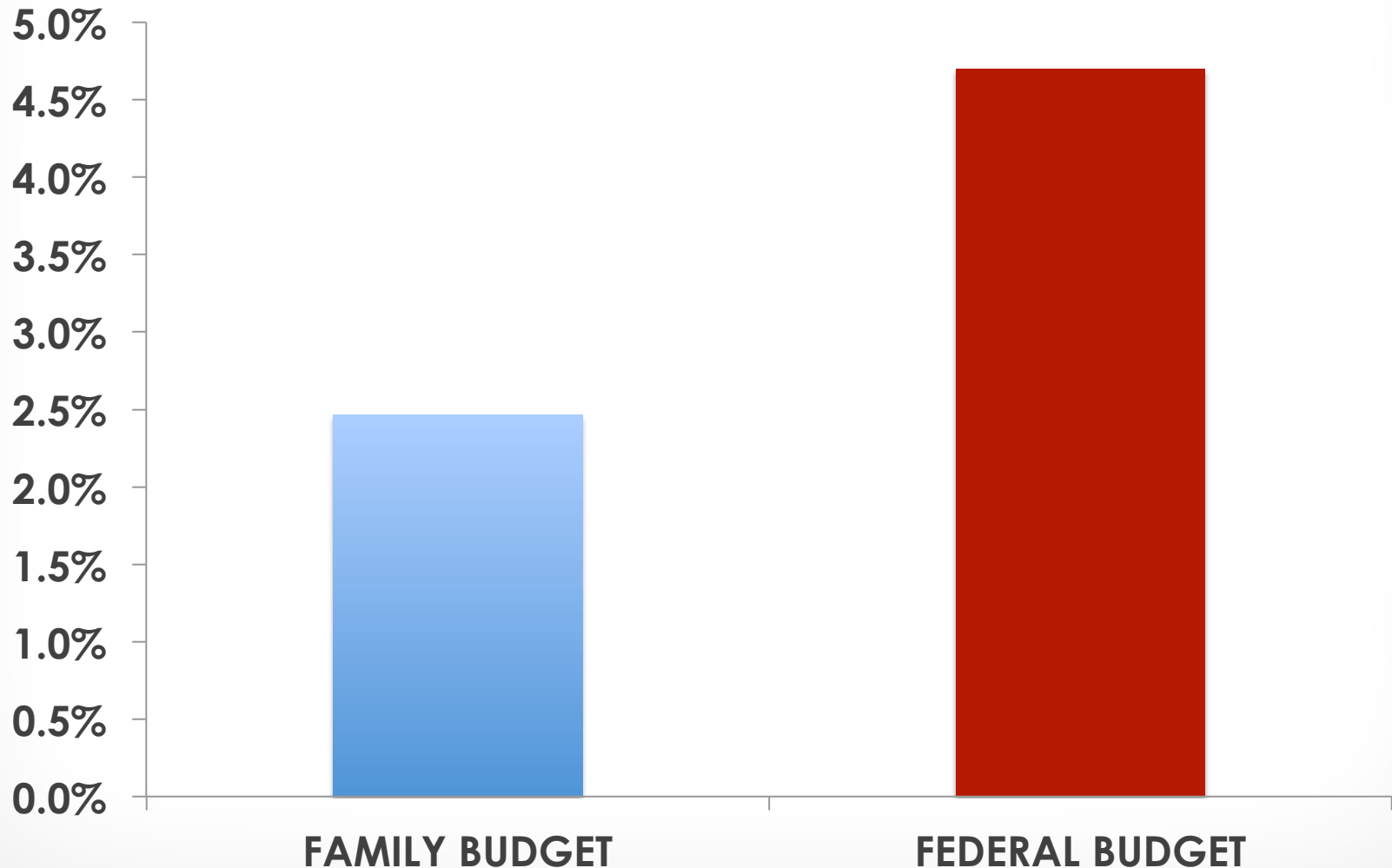
Historical/Projected Spending & Revenue as a Share of the Economy



Source: OMB/CBO

FAMILY BUDGET VS. FEDERAL BUDGET

Average annual growth of median income and government spending under the Senate Democrats' budget, 2013-2023



Source: WSJ economic forecasting survey, October 2011; U.S. Census Bureau; CBO Senate Democrat Budget Resolution HBC Republican staff calculations.